

DEPARTMENT OF HEALTH SERVICES

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February 23, 1998

PPL No. 98-004

To All County Medi-Cal Administrative Activities (MAA)/
Targeted Case Management (TCM) Coordinators and
Advisory Committee Members

MAA REVENUE OFFSET AND MATCH MATRIX

The purpose of this transmittal is to clarify the revenue offset/match criteria which should be used by participating local governmental agencies (LGAs) when claiming Medi-Cal Administrative Activities (MAA).

Enclosed is the criteria, in matrix format, to be utilized by the LGAs for *revenue offset* and *revenue match* for the MAA Program. The "*MAA Revenue Offset/Match Matrix*", contains the criteria to be used by the LGAs and the Department of Health Services to determine the funding sources, i.e., revenue, that will be **required** to be offset from MAA claims in order to arrive at the net costs for which the Federal Government is willing to pay a share and funds eligible to be used as match for federal financial participation (FFP).

In collaboration with LGA representatives, a separate listing will be prepared and disseminated to all LGAs, as a forthcoming Policy and Procedure Letter, which will expand the enclosed Matrix to include common sources of funding under each category. This will allow the LGAs to determine which common sources of funding must be offset and which could be used as match for FFP.

If you have any questions regarding this policy, please contact the Administrative Claiming Unit analyst assigned to your LGA.

Sincerely,

A handwritten signature in dark ink, appearing to read 'Darryl Nixon', with a stylized flourish at the end.

Darryl Nixon, Chief
Medi-Cal Benefits Branch

Enclosure

cc: See next page.

To All County Medi-Cal Administrative Activities/
Targeted Case Management Coordinators and
Advisory Committee Members
PPL No. 98-004
Page 2

Medi-Cal Administrative Activities:	X
Targeted Case Management:	N/A
Policy Effective Date:	11/28/95
Policy Reference:	PPL No. 96-005
	PPL No. 97-006

cc: Mr. Bill Lasowski
Technical Director
Office of Financial Services
Health Care Financing Administration
7500 Security Blvd., MS-C4-17-27
Baltimore, MD 21244-1850

Mr. Richard Chambers
Associate Regional Administrator
Health Care Financing Administration
75 Hawthorne Street, Suite 401
San Francisco, CA 94105

Mr. Larry Lee
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Division of Medicaid
801 I Street, Room 210
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Ms. Cathleen Gentry
Host County Liaison
455 Pine Avenue
Half Moon Bay, CA 94019

Mr. Stan Johnson, Chief
Medi-Cal Liaison
Department of Mental Health
1600 9th Street, Room 250
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MAA REVENUE OFFSET/MATCH MATRIX

REVENUE SOURCE	QUALIFYING CONDITIONS	Must Be Offset (Yes/No)	Permissible as Match (Yes/No)
A. MEDICAL SERVICE REVENUE			
Patient Care Revenue	The related expenses are included in the MAA invoice.	Yes	No
TCM Revenue	The related expenses are included in the MAA invoice.	Yes	No
B. FUNDS RECEIVED FROM FEDERAL GRANTS			
1. Federal Funds Received From Federal Grant Programs Which May <u>Not</u> be Used To Match Other Federal Funds	The related expenses are included in the MAA invoice.	Yes	No
2. Federal Funds Received From Federal Grant Programs Which May Be Used For Match Under 42 CFR, 433.51	a. The funds are used at the local level for provision of MAA services, and b. The related expenses are included in the MAA invoice.	No	Yes
C. STATE GRANTS			
1. State Funds	(1a) The funds are used as required match for Federal funds at the State level, and (1b) The related expenses are included in the MAA invoice.	Yes	No
2. State Funds	(2a) The funds are targeted specifically for the delivery of direct client medical services, and (2b) The related expenses are included in the MAA invoice.	Yes	No
3. State Funds	(3a) The funds are <u>not</u> already being used as a match for Federal funds, (3b) The funds are <u>not</u> specifically targeted for the delivery of direct client medical services, (3c) The funds are used at the local level for the provision of MAA services, and (3d) The related expenses are included in the MAA invoice.	No	Yes
D. PRIVATE MEDICAL INSURANCE PAYMENTS, CLIENT PAYMENTS, & ANY OTHER THIRD PARTY REVENUES FOR DIRECT CLIENT MEDICAL SERVICES			
	The related expenses are included in the MAA invoice.	Yes	No
E. LOCAL MAINTENANCE OF EFFORT (MOE)			
1. Local MOE	(1a) The MOE funds are used as required match for Federal funds, and (1b) The related expenses are included in the MAA invoice.	Yes	No
2. Local MOE	(2a) The MOE funds are <u>not</u> already used as required match for Federal funds, and (2b) The funds are used at the local level for the provision of MAA services, and (2c) The related expenses are included in the MAA invoice.	No	Yes

REVENUE SOURCE	QUALIFYING CONDITIONS	Must Be Offset (Yes/No)	Permissible as Match (Yes/No)
F. DONATIONS AND TAXES (Received by LGA or LGA Subcontractor)			
1. Donations	(1a) The funds are eligible according to Federal regulations at 42 CFR, 433, Subpart B, (1b) The funds are used at the local level for the provision of MAA services, and (1c) The related expenses are included in the MAA invoice.	No	Yes
2. Taxes	(2a) The funds are eligible according to Federal regulations at 42 CFR, 433, Subpart B, (2b) The funds are used at the local level for the provision of MAA services, and (2c) The related expenses are included in the MAA invoice.	No	Yes
G. OTHER REVENUE (Such as Fees and Fines)			
1. Other Revenue	(1a) The funds are <u>restricted</u> to a specific purpose unrelated to MAA, and (1b) The related expenses are included in the MAA invoice.	Yes	No
2. Other Revenue	(2a) The funds are <u>unrestricted</u> and may be used at the discretion of the LGA, (2b) The funds are used at the local level for the provision of MAA services, and (2c) The related expenses are included in the MAA invoice.	No	Yes
H. LOCAL GENERAL FUNDS			
	a. Local funds are as defined by Federal regulation at 42 CFR, 433.51, b. The funds are used at the local level for the provision of MAA services, and c. The related expenses are included in the MAA invoice.	No	Yes